

JPIWG Meeting
November 2, 2006

SAP Alternative to
Location Survey

DOD MILSTRAP REQUIREMENTS

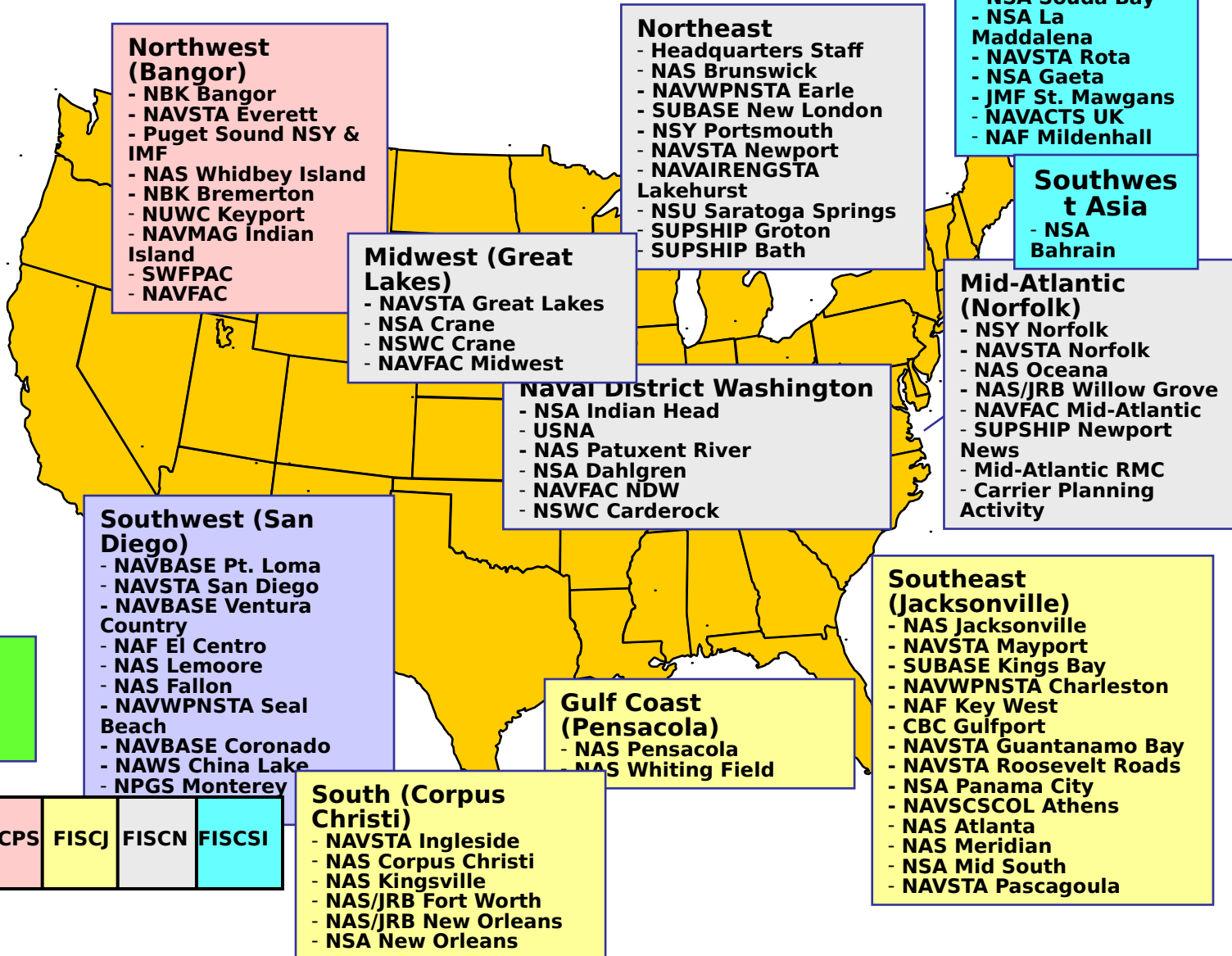
- “Location Survey will be accomplished at each storage activity not less than once each fiscal year by “
 - Complete loc survey of all locations
 - Statistical sampling method
 - Combination of complete/sampling

DOD 4000.25-2-M, C7.6.1.1.2

Navy Storage Activities

- FISC controlled sites
 - Usually retail
- FISC Partner Sites (traditional)
 - Usually retail, some wholesale, allowance
- Material Support Initiative (MSI) Sites
 - Air stations, shipyards, Warfare Centers, etc.
 - Moving under FISC management for supply and warehousing
 - Retail, some wholesale, SOM, end-use material

MSI...Sea Enterprise ... Success



FISCY

FISCPH

FISCSD

FISCPS

FISCJ

FISCN

FISCSI

Systems Used for Warehouse/Inventory Management

- UADPS/U2
- ILSMIS
- MAT
- RRAM
- SIMMS
- BRE (SAP pilot)
- Others (ongoing inventory)

SAP Deployment Plan

- ERP 1.0—Procurement and Financial-
 - Starts Oct 2007
- ERP 1.1—Single Supply Solution
 - Wholesale and Retail Supply
- Replace existing systems at MSI partner sites with SAP
 - Deployment Schedule being developed
 - Initial deployment in FY09

SAP Capabilities

- Scheduled and unscheduled physical inventories
- Cycle Counting
- Inventory Sampling
- Inventory Adjustments
- Causative Research and approval processes
- Annual Quantitative Location Reconciliation (requirement included in blueprint)
- **Location Surveys not done in SAP**

Can we live without Location Surveys?

- What is purpose of Location Survey, other than a tool for warehouse management?
- Alternative to Location Survey--
 - Complete Physical inventory through Cycle counting each FY
 - Others?